Egrup & Supplies CIA-RDP78-04718A00230023000 Approved For Release 1999/08/2

MEMORANDUM TO: Deputy Director (Support)

NOV 2 1 1957

SUBJECT

: Inventory of the Building Supply Officer

Property-in-Use Account

REFERENCE

: Audit Staff - Report to Director of Central

Intelligence for Fiscal Year Ended

30 June 1957. Paragraph 15

This Staff Study recommends action by the Deputy Director (Support). Such recommended action is contained in Paragraph 5.

1. PROBLEM:

To determine the feasibility of taking an inventory of the Building Supply Officer Property-in-Use Account in the immediate future.

2. FACTS BEARING ON THE PROBLEM:

The Building Supply Officer Property-in-Use Account is the largest and most complex property-in-use account in the Agency, totaling some as of 30 April 1957.25X1A1a
b. Over 3,000 different types of items, each with a different

stock number and nomenclature, are charged to this account.

c. This material is spread throughout Agency 25X9A2 secupied buildings in the Washington area.

d. The presence of guards during the time each exit is open, and the use of authenticated Property Passes to remove material from Agency premises provides reasonable assurance that CIA non-expendable property remains in Agency custody.

3. DISCUSSION:

There are two alternative methods of taking a physical inventory of the material in this account in the immediate future:

(1). Require each responsible individual at the Branch or Section Chief level to conduct an inventory of the material located in the office space under his control on a given date. See Tab "Discussion".

(2). Augment the Building Supply Officer Staff with teams of trained inventory specialists who would move from building to building to complete the physical count.

See Tab "Discussion".

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b. A third alternative would be to postpone an inventory of this account until such time as the move is made to the new Headquarters building. At this time, crews of trained personnel could accurately identify and tally the material. See Tab "Discussion".

4. CONCLUSIONS:

a. Because of existing controls in the form of exit guards and the use of Property Passes to permit material egress, the property in this account is adequately safeguarded from loss under existing conditions.

b. A physical inventory of this materiel taken by the using individuals would take the least time, but would be difficult to reconcile because of inaccurate iden-

tification of items.

e. An inventory by trained personnel from the Supply Division, OL, would result in accurate identification. However, because of the limited number of such personnel available, such an inventory would take an excessive time and be difficult of reconciliation because of office movements and material transactions during the lengthy period required to make the count.

d. An inventory when we move to the new Readquarters building will allow accurate identification and counting of the material at the lowest cost in time and personnel.

5. RECOMMENDATION:

That the Office of Logistics be authorized to postpone periodic inventorying of the Building Supply Officer Property-in-Use Asceunt until such time as the Agency moves into the new Headquarters building.

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Acting Director of Logistics

The recommendation in paragraph 5 is approved:

NOV 26 1957

Date

Signed

L. K. WHITE Deputy Director (Support)

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